

## CHAPTER 5

STATEMENT OF NET COST0501 FORMAT FOR THE STATEMENT OF NET COST

<b>Department of Defense</b> <b>[Reporting Entity]</b> <b>STATEMENT OF NET COST</b> <b>For the period ending September 30, XXXX</b> <b>(\$ in Thousands)</b>				
			<u>FY</u> <u>XXXX</u>	<u>FY</u> <u>XXXX</u>
1. Program Costs				
A. Intragovernmental				
1. Production		\$xxx,xxx		\$xxx,xxx
2. Nonproduction		xxx,xxx		xxx,xxx
B. Public				
1. Production		xxx,xxx		xxx,xxx
2. Nonproduction		<u>xxx,xxx</u>		<u>xxx,xxx</u>
C. Total Program Cost		\$x,xxx,xxx		\$x,xxx,xxx
D. Less Earned Revenues		(xxx,xxx)		(xxx,xxx)
E. Net Program Costs		\$x,xxx,xxx		\$x,xxx,xxx
2. Costs Not Assigned to Programs		xxx,xxx		xxx,xxx
3. Less Earned Revenues Not Attributable to Programs		(xxx,xxx)		(xxx,xxx)
4. Deferred Maintenance (Note 17)				
5. Net Cost Of Operations		<u>\$x,xxx,xxx</u>		<u>\$x,xxx,xxx</u>
The accompanying notes are an integral part of these statements.				

Figure 5-1

Department of Defense

[Reporting Entity]

**CONSOLIDATING STATEMENT OF NET COST**

For the period ending September 30, XXXX

(\$ in Thousands)

	Sub- organi- zation A	Sub- organi- zation B	Other Programs	Intra- agency Elimina- tions	Consoli- dated Totals
1. PROGRAM COSTS:					
A. Program A:					
1. Intragovernmental					
a. Production	\$xxx,xxx	\$xxx,xxx	\$xxx,xxx	\$xxx,xxx	\$xxx,xxx
b. Nonproduction	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
2. Public					
a. Production	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
b. Nonproduction	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>
3. Total Program Costs	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx
4. Less earned revenues	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>
5. Net program costs	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx
B. Program B:					
1. Intragovernmental					
a. Production	\$xxx,xxx	\$xxx,xxx	\$xxx,xxx	\$xxx,xxx	\$xxx,xxx
b. Nonproduction	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
2. Public					
a. Production	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
b. Nonproduction	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>
3. Total Program Costs	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx
4. Less earned revenues	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>
5. Net program costs	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx
C. Other Programs: (Note 16)					
1. Intragovernmental					
a. Production	\$xxx,xxx	\$xxx,xxx	\$xxx,xxx	\$xxx,xxx	\$xxx,xxx
b. Nonproduction	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx

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The accompanying notes are an integral part of these statements.

Figure 5-2

## Department of Defense

## [Reporting Entity]

## CONSOLIDATING STATEMENT OF NET COST (CONTINUED)

For the period ending September 30, XXXX

(\$ in Thousands)

	Sub- organi- zation A	Sub- organi- zation B	Other Programs	Intra- agency Elimina- tions	Consoli- dated Totals
2. Public					
a. Production	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
b. Nonproduction	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>
3. Total Program Costs	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx
4. Less earned revenues	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>
5. Net program costs	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx
D. Total Program Costs:					
1. Intragovernmental					
a. Production	\$xxx,xxx	\$xxx,xxx	\$xxx,xxx	\$xxx,xxx	\$xxx,xxx
b. Nonproduction	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
2. Public					
a. Production	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
b. Nonproduction	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>
3. Total Program Costs	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx
4. Less earned revenues	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>
5. Net program costs	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx	\$x,xxx,xxx
2. Cost not assigned to Programs	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
3. Less earned revenues not Attributable to programs	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
4. Deferred Maintenance (Note 17)					
5. Net Cost of Operations	<u>\$x,xxx,xxx</u>	<u>\$x,xxx,xxx</u>	<u>\$x,xxx,xxx</u>	<u>\$x,xxx,xxx</u>	<u>\$x,xxx,xxx</u>

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The accompanying notes are an integral part of these statements.

Figure 5-2 (cont.)

0502 INSTRUCTIONS FOR THE STATEMENTS OF NET COST050201. General Instructions for the Preparation of the Statements of Net Cost.

A. The Statement of Net Cost is designed to show separately the components of the net cost of the reporting entity's operations for the period. However, the organizational structure and operations of some entities are so complex that to fully display their suborganizations' major programs and activities may require supporting schedules to supplement the information in the Statement of Net Cost. The supporting schedules shall be included in the notes to the financial statements.

B. Net cost of operations is the gross cost incurred by the reporting entity less any exchange revenue earned from its activities. The gross cost of a program consists of the full cost of the outputs produced by that program plus any nonproduction costs that can be assigned to the program (nonproduction costs are costs linked to events other than the production of goods and services). The net cost of a program consists of gross cost less related exchange revenues. By disclosing the gross and net cost of the entity's programs, the Statement of Net Cost provides information that can be related to the outputs and outcomes of the programs and activities.

C. The Statement of Net Cost and related supporting schedules classify revenue and cost information by suborganization or responsibility segment and, to the extent practicable, within each classification by major program. (Suborganizations are considered to be generally equivalent to responsibility segments.)

D. Preparers of the Statement of Net Cost should decide the exact classification of suborganizations and major programs based on the missions and outputs described in its Government Performance and Results Act (GPRA) strategic and annual plans, the entity's budget structure, and the guidance for defining and structuring responsibility segments presented in SFFAS No. 4. At a minimum, for FY 1998, reporting entities should report data at the consolidated level. However, if data is available, at the program level, the reporting entities may provide as a supplemental schedule. Implementation of the GPRA goals into the Statement of Net Cost are not required until FY 1999. Reporting entities should review these goals to determine how the Statement of Net Cost can incorporate the GPRA goals for FY 1999 CFO reporting.

E. The Statement of Net Cost and related supporting schedules should show the net cost of operations for the reporting entity as a whole and its suborganizations and programs. This can be accomplished by reporting by program: (1) the gross cost of goods and services provided to the public and government agencies (intragovernmental) at a price, (2) related exchange revenues, (3) the excess of costs over exchange revenues (net program costs) and (4) the gross cost of goods, services, transfers and grants provided to the public and government agencies without charge, and by reporting for the suborganization or entity as a whole the costs that cannot be assigned to specific outputs or programs and the exchange revenues that cannot be attributed to specific outputs or programs.

F. The Statement of Net Cost illustrated in this document provides an example of how information can be displayed for an entity with a complex organizational and program structure, a limited number of programs carried out by more than one suborganization, and the majority of its programs carried out within a specific suborganization or responsibility segment.

G. Costs displayed on the Statement of Net Cost must include imputed costs. Imputed costs represent costs that are paid in total or in part by other entities. Imputed costs are to be recognized to the extent that the SFFASs require them to be recognized in financial statements. For example, employer entities shall recognize the cost of pensions and other retirement benefit expenses in its financial statement. The amount recognized shall equal the service costs of its employees for the accounting period, less amounts contributed by the employees.

1. Each of the Military Departments shall recognize as imputed costs the amount of the Military Retirement Trust Fund expenses, not funded by the Military Departments, that is attributable to the Military Department, as provided by the Office of the Under Secretary of Defense (Personnel and Readiness) (OUSD(P&R)).

2. Each Military Department shall recognize as imputed costs the amount of the current year change in the actuarial liability for the military post-retirement health benefits that is attributable to the Military Department, as provided by the OUSD(P&R).

050202. Instructions for the Preparation of the Statements of Net Cost.

A. Program Costs – Line 1. These costs include the full costs of the program outputs and consist of the direct costs and all other costs that can be directly traced, assigned on a cause and effect basis, or reasonably allocated to the program outputs. Program costs also include any nonproduction costs that can be assigned to the program but not to its outputs. The costs of program outputs shall include the costs of services provided by other entities whether or not the providing entity is fully reimbursed. See SFFAS No. 4 for a detailed discussion of full costs and inter-entity costs.

1. Costs related to the production of goods and services provided to other programs shall be reported separately from the costs of goods, services, transfers, and grants provided to the public. The former costs are labeled “governmental” on the illustrative statement and schedules; the latter are labeled “public.”

2. Costs related to the production of outputs shall be disclosed separately from costs that are not related to the production of outputs (i.e., nonproduction costs). In addition, the nonproduction costs listed below shall be disclosed separately from other nonproduction costs, in Note 16.E., if incurred:

a. The cost of acquiring, constructing, improving, reconstructing, or renovating federal mission PP&E.

b. The cost of acquiring, constructing, improving, reconstructing, or renovating heritage assets.

c. The acquisition cost of acquiring stewardship land.

d. Agencies should consider differentiating other significant costs if by doing so the usefulness of the statements would be improved either because the amount of a particular cost is large or because of its special nature. For example, when reporting on a program that makes transfer payments, it may be useful to differentiate between the transfer payments and administrative costs.

3. Intragovernmental – Line 1.A. These costs arise from transactions with other federal entities.

a. Production - Line 1.A.1. Include costs that are related to the production of goods and services as a result of transactions with other federal entities.

b. Nonproduction - Line 1.A.2. Include costs that are linked to events other than the production of goods and services as a result of transactions with other federal entities.

4. Public – Line 1.B. These costs arise from transactions with the public.

a. Production - Line 1.B.1. Include costs that are related to the production of goods and services as a result of transactions with the public.

b. Nonproduction – Line 1.B.2. Include costs that are linked to events other than the production of goods and services as a result of transactions with the public.

5. Total Program Cost – Line 1.C. Sum of lines 1.A.1. through 1.B.2.

6. Earned Revenues – Line 1.D. These revenues are exchange revenues, which arise when a federal entity provides goods and services to the public or to another government entity for a price. The full amount of exchange revenues is to be reported on the Statement of Net Cost or supplementary schedule, regardless of whether the entity is permitted to retain the revenues in whole or in part. Any portion of exchange revenues of the entity which cannot be retained by the entity is reported as a transfer-out on the Statement of Changes in Net Position.

a. Earned revenue should be deducted from the full cost of outputs or outcomes to determine their net cost unless it is not practical or reasonably possible to do so. If that cannot be done, earned revenue should be deducted from the gross cost of programs to determine the net program costs or, if that is not practical or reasonably possible, from the costs of suborganizations to determine the suborganization's net cost of operations. There are no precise guidelines to determine the degree to which earned revenue can reasonably

be attributed to outputs, outcomes, programs, or suborganizations. The attribution of earned revenues requires the exercise of managerial judgment. In exercising this judgment, it is important to provide readers of the Statement of Net Cost with the ability to ascertain whether exchange revenues are sufficient to cover the costs incurred to produce the goods or services involved.

7. Net Program Costs – Line 1.E. Line 1.C. less line 1.D. This is the difference between a program's gross costs and its related exchange revenues. If a program does not earn any exchange revenue, there is no netting and the term used might be "total program costs."

C. Costs Not Assigned to Programs – Line 2. A reporting entity and its suborganizations may incur (a) high level general management and administrative support costs that cannot be directly traced, assigned on a cause-and-effect basis, or reasonably allocated to segments and their outputs and (b) nonproduction costs that cannot be assigned to a particular program. These costs are part of the entity and suborganization costs and should be reported on the Statement of Net Cost as "costs not assigned to programs."

D. Earned Revenues Not Attributed to Programs – Line 3. Earned revenue that is insignificant or cannot be attributed to particular outputs or programs should be reported separately as a deduction in arriving at net cost of operations of the suborganization or reporting entity as a whole.

E. Deferred Maintenance – Line 4. Deferred maintenance is maintenance that was not performed when it should have been or was scheduled to be performed and that is delayed until a future period. Maintenance includes preventative maintenance, normal repairs, replacement of parts and structural components, and other activities needed to preserve the asset so that it continues to provide acceptable services and achieves its expected life. No amount shall be recognized on the statement of net cost for deferred maintenance. However, the statement shall include a note reference in lieu of a dollar amount. Additional information regarding deferred maintenance shall be disclosed in Note 17.

F. Net Cost of Operations – Line 5. This is the gross cost incurred by the reporting entity less any exchange revenue earned from its activities. This amount represents the net cost of a suborganization or entity that is funded by sources other than exchange revenues. The financing sources for net cost of operations are reported on the Statement of Changes in Net Position.

#### 0503 FY 1998 PROGRAM PRESENTATION

050301. Government-wide implementation of Public Law 103-62, the "Government Performance and Results Act (GPRA) of 1993," occurs with the plans and reports for FY 1999. However, until the GPRA goals and performance measures are implemented on a department-wide basis, the existing program performance data is not structured for consolidation into a meaningful set of DoD Agency-wide programs.

050302. The DoD Agency-wide Program Presentation. For FY 1998, the program data provided on the Statement of Net costs for the consolidated DoD Agency-wide financial statements will be reported by major appropriation grouping. The appropriation groups to be reported are: (1) Military Personnel, (2) Operations and Maintenance, (3) Procurement, (4) Research, Development, Test and Evaluation, (5) Military Construction, (6) Military Retirement Trust Fund (7) Civil Works, (8) Working Capital Funds, and (9) Other Programs. The appropriations to be included in each group are identified in Table 5-1.

050303. DoD Reporting Entities. For FY 1998, management of the DoD reporting entities identified in paragraphs 010601 A. through J. may report the program distribution of net costs by existing entity program units or by appropriation grouping as specified in paragraph 050302. However, if management chooses a program distribution other than by the appropriation group as in paragraph 050302, a supplemental Statement of Net Costs by appropriation grouping must be provided. This supplemental schedule is required in order to prepare the consolidated DoD Agency-wide Statement of Net Costs. The appropriation groupings in the supplemental schedule must conform to the grouping identified in Table 5-1.

#### FY 1998 DOD AGENCY-WIDE NET COST PROGRAM PRESENTATION

PROGRAM TITLE	APPROPRIATION ACCOUNTS COMPRISING EACH PROGRAM
<b>Military Personnel</b>	
	21*2010, Military Personnel, Army
	21*2060, National Guard Personnel, Army
	21*2070, Reserve Personnel, Army
	17*1105, Military Personnel, Marine Corps
	17*1108, Reserve Personnel, Marine Corps
	17*1405, Reserve Personnel, Navy
	17*1453, Military Personnel, Navy
	57*3500, Military Personnel, Air Force
	57*3700, Reserve Personnel, Air Force
	57*3850, National Guard Personnel, Air Force
	97* 0130, Defense Health Program, Defense
<b>Operation and Maintenance</b>	
	21*0702, Family Housing, Army
	21X2020, Operation and Maintenance, Army
	21*2020, Operation and Maintenance, Army
	21*2065, Operation and Maintenance, Army National Guard
	21*2080, Operation and Maintenance, Army Reserve
	17*0703, Family Housing, Navy and Marine Corps
	17*1106, Operation and Maintenance Marine Corps,
	17*1107, Operation and Maintenance, Marine Corps Reserve

Table 5-1

PROGRAM TITLE	APPROPRIATION ACCOUNTS COMPRISING EACH PROGRAM
	17*1804, Operation and Maintenance, Navy
	17*1806, Operation and Maintenance, Navy Reserve
	57* 0704, Family Housing, Air Force
	57*3400, Operation and Maintenance, Air Force
	57*3740, Operation and Maintenance, Air Force Reserve
	57*3840, Operation and Maintenance, Air National Guard
	97X0100, Operations and Maintenance, Defense-wide
	97*0100, Operations and Maintenance, Defense-wide
	97*0706, Family Housing, Defense-Wide
<b>Procurement</b>	
	21*2031, Aircraft Procurement, Army
	21*2032, Missile Procurement, Army
	21*2033, Procurement of Weapons and Tracked Combat Vehicles, Army
	21*2034, Procurement of Ammunition, Army
	21*2035, Other Procurement, Army
	17*1109, Procurement, Marine Corps
	17*1506, Aircraft Procurement, Navy
	17*1507, Weapons Procurement, Navy
	17*1508, Procurement of Ammunition, Navy and Marine Corps
	17X1611, Shipbuilding and Conversion, Navy
	17*1611, Shipbuilding and Conversion, Navy,
	17*1810, Other Procurement, Navy
	57*3010, Aircraft Procurement, Air Force
	57*3011, Procurement of Ammunition, Air Force
	57*3020, Missile Procurement, Air Force
	57*3080, Other Procurement, Air Force
	97*0300, Procurement, Defense-wide
	97*0350, National Guard and Reserve Equipment, Defense
<b>Research, Development, Test &amp; Evaluation:</b>	
	21*2040, RDT&E, Army
	17X1319, RDT&E, Navy
	17*1319, RDT&E, Navy
	57*3600, RDT&E, Air Force
	97X0400, RDT&E, Defense-wide
	97*0400, RDT&E, Defense-wide
	97*0450, DT&E, Defense-wide
	97*0460, Operational, Test, and Evaluation
<b>Military Construction:</b>	
	21*2050, Military Construction, Army
	21*2085, Military Construction, Army National Guard
	21*2086, Military Construction, Army Reserve
	17*1205, Military Construction, Navy
	17*1235, Military Construction, Naval Reserve

Table 5-1 (cont.)

PROGRAM TITLE	APPROPRIATION ACCOUNTS COMPRISING EACH PROGRAM
	57X3300, Military Construction, Air Force
	57*3300, Military Construction, Air Force
	57*3730, Military Construction, Air Force Reserve
	57*3830, Military Construction, Air National Guard
	97*0131, Real Property Maintenance, Defense
	97*0500, Military Construction, Defense-wide
	97X4950, Pentagon Reservation Maintenance Revolving Fund
<b>Military Retirement Trust Fund</b>	
	97X8097, Military Retirement Trust Fund
<b>Civil Works</b>	
	All Treasury Index 96 Accounts
<b>Working Capital Funds</b>	
	97X4930.01, Army WCF
	97X4930.02 Navy WCF
	97X4930.03, Air Force WCF
	97X4930.05 DLA WCF
	97X4930.05 DFAS WCF
	97X4930.04 and All Other .05 WCFs
<b>Other Programs</b>	
	All other appropriations and funds not listed in another program.

NOTE: Include all current and expired fiscal years of appropriations shown with an asterisk (\*) in the third position of the appropriation symbol.

Table 5-1 (Cont.)

0504 GENERAL LEDGER CROSSWALK FOR THE STATEMENT OF NET COST, TABLE 5-2 The following provides an explanation of the information included in the columns of the crosswalk (all balances are preclosing balances:

- 050401. Column (1) represents the line number on the statement.
- 050402. Column (2) identifies the title of the line number on the statement.
- 050403. Column (3) reflects the u.s. standard general ledger account numbers included on each line of the statement.
- 050404. Column (4) identifies the title of the general ledger account.

050505. Column (5) identifies the segment of the account balance that is applicable to each report line. (GP = Government Production, GNP = Government Nonproduction, NGP = Non-governmental (Public) Production, NGNP = Non-governmental (Public) Nonproduction, G/NG = Government/Non-government, and NP = Nonproduction.). Note: in addition to the breakout of account balances identified in column 5, when amounts include transactions between reporting entities, the account must be broken out by trading partner. Identifying codes for other federal agency trading partners are provided in table 4-3.

(1)	(2)	(3)	(4)	(5)
Line No.	Statement of Net Cost Title	Account No.	Account Title	Additional Detail Required
1	Program Costs			
1.A.	Intragovernmental			
1.A.1	Production	6100	Operating/Program Expenses	GP
		6190	Contra Bad Debts Expense – Incurred for Others	GP
		6199	Adjustment to Subsidy Expense	GP
		6310	Interest Expenses on Borrowing from Treasury	GP
		6320	Interest Expenses on Securities	GP
		6330	Other Interest Expenses	GP
		6400	Benefit Program Expenses	GP
		6500	Cost of Goods or Services Sold	GP

Table 5-2

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(1)	(2)	(3)	(4)	(5)
Line No.	Statement of Net Cost Title	Account No.	Account Title	Additional Detail Required
		6600	Applied Overhead	GP
		6710	Depreciation, Amortization, and Depletion	GP
		6720	Bad Debt Expense	GP
		6730	Imputed Expenses	GP
		6790	Other Expenses Not Requiring Budgetary Resources	GP
		6800	Future Funded Expenses	GP
		6900	Other Expenses	GP
		7110	Gains on Disposition of Assets	GP
		7190	Other Gains	GP
		7210	Losses on Disposition of Assets	GP
		7290	Other Losses	GP
		7300	Extraordinary Items	GP
		7500	Distribution of Income - Dividend	GP
		7600	Changes in Actuarial Liability	GP
1.A.2	Nonproduction	6100	Operating/Program Expenses	GNP (Report Stewardship costs separately.)
		6190	Contra Bad Debts Expense – Incurred for Others	GNP
		6400	Benefit Program Expenses	GNP
		6710	Depreciation, Amortization, and Depletion	GNP
		6720	Bad Debt Expense	GNP
		6730	Imputed Expense	GNP
		6790	Other Expenses Not Requiring Budgetary Resources	GNP
		6800	Future Funded Expenses	GNP
		6900	Other Expenses	GNP
		7110	Gains on Disposition of Assets	GNP

Table 5-2 (cont.)

(1)	(2)	(3)	(4)	(5)
Line No.	Statement of Net Cost Title	Account No.	Account Title	Additional Detail Required
		7190	Other Gains	GNP
		7210	Losses on Disposition of Assets	GNP
		7300	Extraordinary Items	GNP
		7500	Distribution of Income - Dividend	GNP
		7600	Changes in Actuarial Liability	GNP
1.B.	Public			
1.B.1	Production	6100	Operating/Program Expenses	NGP
		6190	Contra Bad Debts Expense - Incurred for Others	NGP
		6320	Interest Expenses on Securities	NGP
		6330	Other Interest Expenses	NGP
		6400	Benefit Program Expenses	NGP
		6500	Cost of Goods or Services Sold	NGP
		6600	Applied Overhead	NGP
		6710	Depreciation, Amortization, and Depletion	NGP
		6720	Bad Debt Expense	NGP
		6730	Imputed Expenses	NGP
		6790	Other Expenses Not Requiring Budgetary Resources	NGP
		6800	Future Funded Expenses	NGP
		6900	Other Expenses	NGP
		7110	Gains on Disposition of Assets	NGP
		7190	Other Gains	NGP
		7210	Losses on Disposition of Assets	NGP
		7290	Other Losses	NGP
		7300	Extraordinary Items	NGP
		7500	Distribution of Income - Dividend	NGP
		7600	Changes in Actuarial Liability	NGP

Table 5-2 (cont.)

(1)	(2)	(3)	(4)	(5)
Line No.	Statement of Net Cost Title	Account No.	Account Title	Additional Detail Required
1.B.2	Nonproduction	6100	Operating/Program Expenses	NGNP
		6190	Contra Bad Debts Expense - Incurred for Others	NGNP
		6400	Benefit Program Expenses	NGNP
		6710	Depreciation, Amortization, and Depletion	NGNP
		6720	Bad Debt Expense	NGNP
		6730	Imputed Expenses	NGNP
		6790	Other Expenses Not Requiring Budgetary Resources	
		6800	Future Funded Expenses	
		6900	Other Expenses	NGNP
		7110	Gains on Disposition of Assets	NGNP
		7190	Other Gains	NGNP
		7210	Losses on Disposition of Assets	NGNP
		7290	Other Losses	NGNP
		7300	Extraordinary Items	NGNP
		7500	Distribution of Income - Dividend	NGNP
		7600	Changes in Actuarial Liability	NGNP
1.C.	Total Program Cost		Calculation (Lines 1.A.1. ... Lines 1.B.2.)	
1.D.	Less Earned Revenue	5100	Revenue from Goods Sold	G/NG
		5109	Contra Revenue for Goods Sold	G/NG
		5200	Revenue from Services Provided	G/NG
		5209	Contra Revenue for Services Provided	G/NG
		5310	Interest Revenue	G/NG Exchange
		5319	Contra Revenue for Interest	G/NG Exchange
		5400	Benefit Program Revenue	G/NG
		5409	Contra Revenue for Benefit Program Revenue	G/NG
		5500	Insurance and Guarantee Premium Revenue	G/NG

Table 5-2 (cont.)

(1)	(2)	(3)	(4)	(5)
Line No.	Statement of Net Cost Title	Account No.	Account Title	Additional Detail Required
		5509	Contra Revenue for Insurance and Guarantee Premium Revenue	G/NG
		5900	Other Revenue	G/NG Exchange
		5909	Contra Revenue for Other Revenue	G/NG Exchange
1.E.	Net Program Costs		Calculation (Line 1.C. minus Line 1.D.)	
2	Costs Not Assigned to Programs	6100	Operating/Program Expenses	NP
		6400	Benefit Program Expenses	NP
		6730	Imputed Expenses	NP
		6900	Other Expenses	NP
		7110	Gains on Disposition of Assets	NP
		7190	Other Gains	NP
		7210	Losses on Disposition of Assets	NP
		7290	Other Losses	NP
		7300	Extraordinary Items	NP
		7500	Distribution of Income - Dividend	NP
		7600	Changes in Actuarial Liability	NP
3	Less Earned Revenues Not Attributable to Programs	5310	Interest Revenue	Exchange
		5319	Contra Revenue for Interest	NP
		5900	Other Revenue	NP
		5909	Contra Revenue for Other Revenue	NP
4	Deferred Maintenance			See notes to statement
5	Net Costs of Operations		Calculation (Line 1.E. plus line 2. Minus line 3.)	

Table 5-2 (cont.)